



## NEWS RELEASE

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# Payroll Employment Up 10,800 Jobs California's Unemployment Rate Increases to 5.2 Percent

**SACRAMENTO** – California's nonfarm payroll employment increased by 10,800 jobs over the month, for a total of 15,258,400, according to the state Employment Development Department's (EDD) monthly survey of employers.

A separate survey of households showed the number of Californians holding jobs in May was 17,227,000. This was an increase of 18,000 from April, and up 221,000 from the employment total in May 2006.

California's unemployment rate was 5.2 percent in May, up from 5.1 percent in April, according to EDD. In May 2006, California's unemployment rate was 4.9 percent.

The number of people unemployed in California was 944,000 – an increase of 10,000 over the month, and up by 65,000 compared with May of last year.

Of the unemployed, 447,100 were laid off, 85,800 left their jobs voluntarily, and the remaining were either new entrants or reentrants into the labor market, or persons who completed temporary jobs.

UNEMPLOYMENT INSURANCE CLAIMS (NOT SEASONALLY ADJUSTED)

In related data, the EDD reported that there were 370,075 people receiving regular unemployment insurance benefits during the May survey week. This compares with 399,197 last month and 334,154 last year. At the same time, new claims for unemployment insurance were 41,069 in May 2007, compared with 43,129 in April and 37,041 in May of last year.

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#### WAGE AND SALARY EMPLOYMENT DETAIL (SEASONALLY ADJUSTED)

EDD's report on payroll employment (wage and salary jobs) in the nonfarm industries of California totaled 15,258,400 in May, a net gain of 10,800 jobs since the April survey. This followed a gain of 4,800 jobs (as revised) in April.

Seven of the categories (trade, transportation and utilities; information; professional and business services; educational and health services; leisure and hospitality; other services; and government) added jobs over the month, gaining 18,900 jobs. Government showed the largest gain, up by 5,300 jobs. Four categories (natural resources and mining; construction; manufacturing; and financial activities) reported job declines this month, down 8,100 jobs. Manufacturing posted the largest decline over the month, down by 3,400 jobs.

In a year-over-year comparison (May 2006 to May 2007), nonfarm payroll employment in California increased by 228,600 jobs (up 1.5 percent).

Eight industry divisions (natural resources and mining; trade, transportation and utilities; information; professional and business services; educational and health services; leisure and hospitality; other services; and government) posted job gains over the year, adding 241,000 jobs. On a numerical basis, professional and business services showed the strongest employment growth, adding 56,100 jobs (a 2.5 percent increase). On a percentage of growth basis, educational and health services showed the strongest gain, up 2.9 percent (adding 47,200 jobs).

Three categories (**construction**; **manufacturing**; and **financial activities**) posted job declines over the year, down 12,400 jobs. Construction employment showed the largest decline on both a numerical and percentage basis, down by 4,800 jobs (a 0.5 percent decrease).

#### WAGE AND SALARY EMPLOYMENT DETAIL (**NOT** SEASONALLY ADJUSTED)

Over the month, employment in **leisure and hospitality** showed the largest non-seasonally adjusted gain, up by 14,500 jobs. The gains were mainly in accommodation and food service, which added 10,000 jobs. **Financial activities** recorded the greatest non-seasonally adjusted loss, down by 1,100 jobs. The losses were concentrated in the credit intermediation and related activities sector, which declined by 1,700 jobs.

The **professional and business services** industries reported the largest gain over the year, up 55,500 jobs. The gains were centered in the professional, scientific and technical services sector, which was up by 40,000 jobs, and the administrative and support and waste services sector, which was up by 21,800 jobs. The largest decrease over the year was in **construction**, which was down by 6,700 jobs. Most of the losses were in the specialty trade contractors sector, which declined by 5,200 jobs.

Seasonally adjusted payroll detail follows:

### WAGE AND SALARY EMPLOYMENT, SEASONALLY ADJUSTED DATA

(Amounts in thousands)

| Industrial Classification | May 2007<br>(prelim.) | April 2007 | May 2006 | Change Over<br>12 months<br>(Percent) |
|---------------------------|-----------------------|------------|----------|---------------------------------------|
| Nonagricultural Wage and  |                       |            |          |                                       |
| Salary Workers            | 15,258.4              | 15,247.6   | 15,029.8 | 1.5                                   |
| Natural resources and     |                       |            | ·        |                                       |
| mining                    | 25.2                  | 25.7       | 24.9     | 1.2                                   |
| Construction              | 937.3                 | 939.7      | 942.1    | -0.5                                  |
| Manufacturing             | 1,498.0               | 1,501.4    | 1,502.6  | -0.3                                  |
| Trade, transportation and |                       |            |          |                                       |
| utilities                 | 2,906.2               | 2,903.0    | 2,868.0  | 1.3                                   |
| Information               | 474.5                 | 469.9      | 470.2    | 0.9                                   |
| Financial activities      | 940.4                 | 942.2      | 943.4    | -0.3                                  |
| Professional and business |                       |            |          |                                       |
| services                  | 2,269.7               | 2,269.6    | 2,213.6  | 2.5                                   |
| Educational and health    |                       |            |          |                                       |
| services                  | 1,655.4               | 1,654.2    | 1,608.2  | 2.9                                   |
| Leisure and hospitality   | 1,551.5               | 1,549.7    | 1,512.4  | 2.6                                   |
| Other services            | 514.0                 | 511.3      | 505.4    | 1.7                                   |
| Government*               | 2,486.2               | 2,480.9    | 2,439.0  | 1.9                                   |
| Agriculture               | 350.6                 | 343.3      | 369.8    | -5.2                                  |

<sup>\*</sup>Includes all civilian employees of federal, state, and local governments.

TABLE A
EMPLOYMENT AND UNEMPLOYMENT IN CALIFORNIA, SEASONALLY ADJUSTED DATA

|                                   | May 2007                                   | April 2007                                 | March 2007                                 | May 2006                                   |
|-----------------------------------|--|--|--|--|
| Civilian labor force <sup>a</sup> | 18,171,000<br>17,227,000<br>944,000<br>5.2 | 18,143,000<br>17,209,000<br>934,000<br>5.1 | 18,135,000<br>17,259,000<br>876,000<br>4.8 | 17,885,000<br>17,006,000<br>879,000<br>4.9 |
| US seasonally adjusted rate %.    | 4.5  | 4.5  | 4.4  | 4.6  |

TABLE B EMPLOYMENT AND UNEMPLOYMENT IN CALIFORNIA, UNADJUSTED DATA

|                                   | May 2007   | April 2007 | March 2007 | May 2006   |
|-----------------------------------|------------|------------|------------|------------|
| Civilian labor force <sup>a</sup> | 18,096,000 | 18,058,000 | 18,105,000 | 17,802,000 |
|                                   | 17,217,000 | 17,149,000 | 17,188,000 | 16,983,000 |
|                                   | 879,000    | 909,000    | 917,000    | 819,000    |
|                                   | 4.9        | 5.0        | 5.1        | 4.6        |

<sup>&</sup>lt;sup>a</sup>Labor force by place of residence including workers involved in trade disputes.

# MONTHLY LABOR FORCE DATA FOR COUNTIES MAY 2007; 2006 BENCHMARK NOT SEASONALLY ADJUSTED

| COUNTY                       | LABOR FORCE        | EMPLOYMENT         | UNEMPLOYMENT                          | RATE         |
|------------------------------|--------------------|--------------------|---------------------------------------|--------------|
| STATE TOTAL                  | 18,095,500         | 17,216,800         | 878,700                               | 4.9%         |
| ALAMEDA                      | 750,000            | 717,200            | 32,800                                | 4.4%         |
| ALPINE                       | 430                | 380                | 50                                    | 10.6%        |
| AMADOR                       | 17,770             | 16,780             | 990                                   | 5.6%         |
| BUTTE                        | 103,700            | 97,200             | 6,500                                 | 6.2%         |
| CALAVERAS                    | 21,120             | 19,800             | 1,320                                 | 6.2%         |
| COLUSA                       | 8,850              | 7,830              | 1,020                                 | 11.5%        |
| CONTRA COSTA                 | 522,100            | 499,400            | 22,700                                | 4.3%         |
| DEL NORTE                    | 11,150             | 10,380             | 770                                   | 6.9%         |
| EL DORADO                    | 95,200             | 90,600             | 4,600                                 | 4.8%         |
| FRESNO                       | 422,000            | 387,400            | 34,600                                | 8.2%         |
| GLENN                        | 12,110             | 11,080             | 1,030                                 | 8.5%         |
| HUMBOLDT                     | 61,400             | 58,200             | 3,200                                 | 5.3%         |
| IMPERIAL                     | 67,300             | 56,400             | 10,900                                | 16.2%        |
| INYO<br>KERN                 | 9,320<br>349,600   | 8,900<br>322,600   | 420<br>27,000                         | 4.5%<br>7.7% |
|                              |                    |                    | · · · · · · · · · · · · · · · · · · · |              |
| KINGS                        | 58,300             | 53,500             | 4,800                                 | 8.2%         |
| LAKE<br>LASSEN               | 26,940<br>12,520   | 25,010<br>11,580   | 1,930<br>940                          | 7.2%<br>7.5% |
| LOS ANGELES                  | 4,882,500          | 4,665,700          | 216,800                               | 7.5%<br>4.4% |
| MADERA                       | 65,400             | 60,700             | 4,700                                 | 7.1%         |
| MARIN                        | 133,600            | 129,200            | 4,400                                 | 3.3%         |
| MARIPOSA                     | 9.300              | 8,780              | 520                                   | 5.6%         |
| MENDOCINO                    | 43,160             | 40,920             | 2,240                                 | 5.2%         |
| MERCED                       | 102,100            | 92,400             | 9,700                                 | 9.5%         |
| MODOC                        | 4,060              | 3,760              | 300                                   | 7.3%         |
| MONO                         | 7,960              | 7,510              | 450                                   | 5.6%         |
| MONTEREY                     | 214,100            | 201,800            | 12,300                                | 5.8%         |
| NAPA                         | 75,000             | 72,300             | 2,700                                 | 3.6%         |
| NEVADA                       | 49,930             | 47,630             | 2,300                                 | 4.6%         |
| ORANGE                       | 1,627,000          | 1,569,400          | 57,600                                | 3.5%         |
| PLACER                       | 171,800            | 164,200            | 7,600                                 | 4.4%         |
| PLUMAS                       | 10,690             | 9,910              | 780                                   | 7.3%         |
| RIVERSIDE                    | 910,200            | 862,700            | 47,500                                | 5.2%         |
| SACRAMENTO                   | 693,900            | 659,800            | 34,100                                | 4.9%         |
| SAN BENITO                   | 25,200             | 23,600             | 1,600                                 | 6.4%         |
| SAN BERNARDINO               | 908,100            | 863,000            | 45,100                                | 5.0%         |
| SAN DIEGO                    | 1,518,100          | 1,454,300          | 63,800                                | 4.2%         |
| SAN FRANCISCO<br>SAN JOAQUIN | 426,200<br>291,500 | 409,000<br>269,500 | 17,200<br>22,000                      | 4.0%<br>7.5% |
| SAN LUIS OBISPO              | 132,900            | 127,700            | 5,200                                 | 3.9%         |
| SAN MATEO                    | 372,700            | 359,300            | 13,400                                | 3.6%         |
| SANTA BARBARA                | 218,600            | 210,300            | 8,300                                 | 3.8%         |
| SANTA CLARA                  | 845,500            | 808,600            | 36,900                                | 4.4%         |
| SANTA CRUZ                   | 148,400            | 140,700            | 7,700                                 | 5.2%         |
| SHASTA                       | 85,200             | 79,400             | 5,800                                 | 6.8%         |
| SIERRA                       | 1,640              | 1,520              | 120                                   | 7.5%         |
| SISKIYOU                     | 19,400             | 17,940             | 1,460                                 | 7.5%         |
| SOLANO                       | 214,300            | 204,000            | 10,300                                | 4.8%         |
| SONOMA                       | 261,600            | 251,100            | 10,500                                | 4.0%         |
| STANISLAUS                   | 227,500            | 208,100            | 19,400                                | 8.5%         |
| SUTTER                       | 40,800             | 36,700             | 4,100                                 | 10.1%        |
| TEHAMA                       | 25,460             | 23,750             | 1,710                                 | 6.7%         |
| TRINITY                      | 5,180              | 4,710              | 470                                   | 9.1%         |
| TULARE                       | 196,300            | 179,400            | 16,900                                | 8.6%         |
| TUOLUMNE                     | 26,400             | 24,780             | 1,620                                 | 6.1%         |
| VENTURA                      | 431,800            | 413,300            | 18,500                                | 4.3%         |
| YOLO                         | 95,900             | 91,100             | 4,800                                 | 5.0%         |
| YUBA                         | 26,100             | 23,800             | 2,300                                 | 8.8%         |